

**CITY OF POMONA, KANSAS**  
**FINANCIAL STATEMENTS**  
**Year Ended December 31, 2012**

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CITY OF POMONA, KANSAS  
FINANCIAL STATEMENTS  
Year ending December 31, 2012

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MIZE & HOUSER  
COMPANY<sup>PA.</sup>

## INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Pomona, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Pomona, Kansas (the City), as of and for the year ended December 31, 2012, and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

*Mike Houser: Company PA*

June 10, 2013

## CITY OF POMONA, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
Regulatory Basis  
For the Year Ended December 31, 2012

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Adjustment</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add: Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
Governmental Type Funds:							
General Funds:							
General	\$ 60,105	\$ -	\$ 419,045	\$ 424,186	\$ 54,964	15,927	\$ 70,891
Special Purpose Funds:							
Employee Benefits Fund	-	-	51,770	50,582	1,188	-	1,188
Fire Protection Fund	6,740	-	19,575	22,373	3,942	-	3,942
Pomona Community Library Fund	890	-	13,012	13,902	-	-	-
Special Highway Fund	60,155	-	26,710	83,892	2,973	-	2,973
Special Parks and Recreation Fund	436	-	2,353	2,384	405	-	405
Capital Improvements Fund	397,059	-	619	53,619	344,059	-	344,059
Community Building Fund	8,561	-	4,994	3,821	9,734	-	9,734
Sales Tax - Street Project Fund	89,698	-	75,559	145,024	20,233	-	20,233
Business Funds:							
Electric Utility Fund	470,936	-	860,726	755,235	576,427	39,635	616,062
Water Utility Fund	47,090	-	181,910	187,174	41,826	7,510	49,336
Sewer Utility Fund	26,618	-	44,906	32,178	39,346	235	39,581
Sewer Reserve Fund	93,988	-	58,661	50,404	102,245	-	102,245
Water Construction Reserve Fund	63,583	-	48,782	48,022	64,343	-	64,343
Electric Savings Reserve Fund	37,476	-	796	-	38,272	-	38,272
Water Savings Reserve Fund	47,445	-	77	-	47,522	-	47,522
Sewer Savings Reserve Fund	24,939	-	43	-	24,982	-	24,982
Total	\$ 1,435,719	\$ -	\$ 1,809,538	\$ 1,872,796	\$ 1,372,461	\$ 63,307	\$ 1,435,768

## Composition of Cash:

Garnett State Savings Bank	
Checking	\$ 1,325,098
Money Market	112,379
Total Cash	1,437,477
Less: Agency Funds per Schedule 3	[1,709]
Total Reporting Entity (excluding Agency Funds)	\$ 1,435,768

The notes to the financial statements are an integral part of this statement.

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Pomona, Kansas, (the City) is a municipal corporation governed by a mayor and a five member council. These financial statements present the City and any related municipal entities – entities for which the City is considered to be financially accountable. The City has no related municipal entities.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts (except as noted), cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented.

Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings and equipment owned by the City are not presented in the financial statements. Also, long-term debt such as general obligation bonds, temporary notes and compensated absences are not presented in the financial statements.

Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts, recording cash balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types (Continued)

The following types of funds comprise the financial activities of the City for the year ended December 31, 2012:

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Business Fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Agency Fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2012 budget was not amended.



CITY OF POMONA, KANSAS

NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for certain special purpose, capital project, business, and trust funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Ad Valorem Tax Revenues

The determination of assessed valuations and collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuations on January 1 and the County Clerk spreads the annual assessment on the tax rolls. Property taxes are levied as of November 1 and become a lien on the property as of that date. Payments are due November 1, becoming delinquent, with penalty, December 21. Payments of 50% are accepted through December 20, with the second 50% then being due on or before May 10 of the following year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the City, is on or before January 20 of the ensuing year. Additional amounts are distributed on four (4) subsequent dates throughout the calendar year.

NOTE 2 - Deposits

*Deposits.* K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

*Investments.* K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices. As of December 31, 2012, the City held no such investments.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods." All deposits were legally secured at December 31, 2012.

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

**NOTE 2 - Deposits (Continued)**

At December 31, 2012, the City's carrying amount of deposits was \$1,437,478 and the bank balance was \$1,451,205. The bank balance was held by one bank, resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$1,201,205 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

**NOTE 3 - Retirement Plan**

*Plan description* - The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to KPERS (611 South Kansas Avenue, Topeka, Kansas 66603) or by calling 1-888-275-5737.

*Funding Policy* - K.S.A. 74-419 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009, KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The City employer contributions to KPERS for the years ending December 31, 2012, 2011, and 2010 were \$13,957, \$12,829, and \$12,219, respectively, equal to the required contributions for each year.

**NOTE 4 - Long-Term Debt**

During the year ended December 31, 2012, the following changes occurred in long term liabilities:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>
Loans Payable	\$ 300,072	\$ -	\$ 40,427	\$ 259,645
General Obligation Bonds Payable	489,160	-	25,988	463,172
Capital Leases Payable	24,177	-	24,177	-
Total	<u>\$ 813,409</u>	<u>\$ -</u>	<u>\$ 90,592</u>	<u>\$ 722,817</u>

CITY OF POMONA, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

NOTE 4 - Long-Term Debt (Continued)

*State Agency Loan.* On November 30, 1999, the City entered into a loan agreement with the Kansas Department of Health and Environment to borrow up to \$735,458 to fund a sewer lagoon project. The interest rate on the loan is 3.44% with an additional .25% service fee rate. The annual debt service requirements to maturity for the loans payable are as follows:

Year Ending December 31,	KDHE Loan	
	Principal	Interest
2013	\$ 41,829	\$ 7,952
2014	43,280	6,606
2015	44,782	5,214
2016	46,335	3,773
2017	47,943	2,282
2018	35,476	739
	<u>\$ 259,645</u>	<u>\$ 26,566</u>

*General Obligation Bonds.* The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for the proprietary funds if they are expected to be repaid from proprietary fund revenues.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued with equal amounts of principal maturing each year.

General obligation bonds currently outstanding are as follows:

Purpose	Date Issued	Final Maturity	Interest Rate	Original Amount	Balance
					December 31, 2012
Water Distribution Improvement Bonds	10/1/2004	10/1/2044	4.63%	<u>\$ 642,300</u>	<u>\$ 463,172</u>

The annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending December 31,	Principal	Interest
2013	\$ 8,534	\$ 22,412
2014	8,918	22,028
2015	9,320	21,627
2016	9,739	21,207
2017	10,177	20,769
2018-2022	58,182	96,550
2023-2027	72,505	82,226
2028-2032	90,355	64,377
2033-2037	112,597	42,130
2038-2040	82,845	15,315
	<u>\$ 463,172</u>	<u>\$ 408,642</u>

CITY OF POMONA, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 5 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss, including related lost revenue. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

NOTE 6 - Compensated Absences

It is the City's policy to grant employees annual vacation and sick leave in varying amounts depending on length of service. Annual vacation leave is accumulated at the rate of one half day per month for year one; 1 day per month for years 2 through 5; 1.25 days per month for years 6 through 10; and 1.5 days per month for each year after 10. Vacation days can accumulate up to 30 days.

The liability for compensated absences at December 31, 2012, was \$4,704.

Under City policy, a maximum of 10 days of vacation leave can be sold back to the City by the employee's anniversary date or upon resignation or termination, an employee shall be compensated for all earned but unused vacation at their final rate of pay. The cost of this policy for 2012 was \$10,012.

NOTE 7 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

## CITY OF POMONA, KANSAS

## SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2012

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over [Under]</u>
<b>Governmental Type Funds:</b>					
<b>General Funds:</b>					
General Fund	\$ 281,493	\$ 188,448	\$ 469,941	\$ 424,186	\$ 45,755
<b>Special Purpose Funds:</b>					
Employee Benefits Fund	59,025	-	59,025	50,582	8,443
Fire Protection Fund	29,634	-	29,634	22,373	7,261
Pomona Community Library Fund	14,244	-	14,244	13,902	342
Special Highway Fund	122,800	-	122,800	83,892	38,908
Special Parks and Recreation Fund	4,400	-	4,400	2,384	2,016
Community Building Fund	18,662	-	18,662	3,821	14,841
<b>Business Funds:</b>					
Electric Utility Fund	1,472,700	-	1,472,700	755,235	717,465
Water Utility Fund	228,185	-	228,185	187,174	41,011
Sewer Utility Fund	86,505	-	86,505	32,178	54,327
Sewer Reserve Fund	158,404	-	158,404	50,404	108,000
Water Construction Reserve Fund	120,000	-	120,000	48,022	71,978

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

GENERAL FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Taxes	\$ 167,170	\$ 186,586	\$ [19,416]
Licenses and permits	5,126	4,102	1,024
Fines and fees	53,658	56,000	[2,342]
Use of money and property	2,943	2,100	843
Reimbursements	188,448	-	188,448
Miscellaneous	1,700	500	1,200
Total Cash Receipts	<u>419,045</u>	<u>\$ 249,288</u>	<u>\$ 169,757</u>
Expenditures			
General administration	60,564	\$ 80,668	\$ 20,104
Highways and streets	228,610	62,000	[166,610]
Public safety	55,932	60,200	4,268
Zoning and building	8,737	10,000	1,263
Parks and cemetery	15,499	18,000	2,501
Refuse	43,258	46,000	2,742
Community building	5,123	-	[5,123]
Library	3,817	4,000	183
Debt service	2,033	-	[2,033]
Miscellaneous	613	625	12
Adjustments for qualifying budget credits	-	188,448	188,448
Total Expenditures	<u>424,186</u>	<u>\$ 469,941</u>	<u>\$ 45,755</u>
Receipts Over [Under] Expenditures	[5,141]		
Unencumbered Cash, Beginning	<u>60,105</u>		
Unencumbered Cash, Ending	<u>\$ 54,964</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

## EMPLOYEE BENEFITS FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Taxes	\$ 51,770	\$ 53,944	\$ 2,174
Total Cash Receipts	<u>51,770</u>	<u>\$ 53,944</u>	<u>\$ 2,174</u>
Expenditures			
Health insurance	19,734	\$ 29,000	\$ 9,266
Payroll taxes	16,629	19,025	2,396
Retirement	13,957	11,000	[2,957]
Miscellaneous	262	-	[262]
Total Expenditures	<u>50,582</u>	<u>\$ 59,025</u>	<u>\$ 8,443</u>
Receipts Over [Under] Expenditures	1,188		
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 1,188</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

FIRE PROTECTION FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over <u>[Under]</u>
Cash Receipts			
Taxes	\$ 19,374	\$ 20,335	\$ [961]
Miscellaneous	<u>201</u>	<u>-</u>	<u>201</u>
Total Cash Receipts	<u>19,575</u>	<u>\$ 20,335</u>	<u>\$ [760]</u>
Expenditures			
Contractual	12,980	\$ 29,634	\$ 16,654
Debt service	<u>9,393</u>	<u>-</u>	<u>[9,393]</u>
Total Expenditures	<u>22,373</u>	<u>\$ 29,634</u>	<u>\$ 7,261</u>
Receipts Over [Under] Expenditures	[2,798]		
Unencumbered Cash, Beginning	<u>6,740</u>		
Unencumbered Cash, Ending	<u>\$ 3,942</u>		

See independent auditor's report on the financial statements.



## CITY OF POMONA, KANSAS

POMONA COMMUNITY LIBRARY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over <u>[Under]</u>
Cash Receipts			
Taxes	\$ 13,012	\$ 13,014	\$ [2]
Total Cash Receipts	<u>13,012</u>	<u>\$ 13,014</u>	<u>\$ [2]</u>
Expenditures			
Appropriation	<u>13,902</u>	<u>\$ 14,244</u>	<u>\$ 342</u>
Total Expenditures	<u>13,902</u>	<u>\$ 14,244</u>	<u>\$ 342</u>
Receipts Over [Under] Expenditures	[890]		
Unencumbered Cash, Beginning	<u>890</u>		
Unencumbered Cash, Ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

## SPECIAL HIGHWAY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Positive [Negative]
Cash Receipts			
Intergovernmental	\$ 21,515	\$ 25,620	\$ [4,105]
Miscellaneous	5,195	50	5,145
Total Cash Receipts	<u>26,710</u>	<u>\$ 25,670</u>	<u>\$ 1,040</u>
Expenditures and Transfers Subject to Budget			
Contractual	5,551	\$ 800	\$ [4,751]
Capital outlay	78,341	122,000	43,659
Total Expenditures and Transfers Subject to Budget	<u>83,892</u>	<u>\$ 122,800</u>	<u>\$ 38,908</u>
Receipts Over [Under] Expenditures	[57,182]		
Unencumbered Cash, Beginning	<u>60,155</u>		
Unencumbered Cash, Ending	<u>\$ 2,973</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

SPECIAL PARKS AND RECREATION FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Taxes	\$ 1,418	\$ 1,027	\$ 391
Miscellaneous	935	-	935
Total Cash Receipts	<u>2,353</u>	<u>\$ 1,027</u>	<u>\$ 1,326</u>
Expenditure			
Contractual	<u>2,384</u>	<u>\$ 4,400</u>	<u>\$ 2,016</u>
Total Expenditures	<u>2,384</u>	<u>\$ 4,400</u>	<u>\$ 2,016</u>
Receipts Over [Under] Expenditures	[31]		
Unencumbered Cash, Beginning	<u>436</u>		
Unencumbered Cash, Ending	<u>\$ 405</u>		

See independent auditor's report on the financial statements.

CITY OF POMONA, KANSAS  
CAPITAL IMPROVEMENTS FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
Regulatory Basis  
For the Year Ended December 31, 2012

Cash Receipts	
Use of money and property	\$       619
Total Cash Receipts	<u>619</u>
Expenditures	
Capital outlay	<u>53,619</u>
Total Expenditures	<u>53,619</u>
Receipts Over [Under] Expenditures	[53,000]
Unencumbered Cash, Beginning	<u>397,059</u>
Unencumbered Cash, Ending	<u>\$   344,059</u>

\* This fund is not required to be budgeted.

## CITY OF POMONA, KANSAS

## COMMUNITY BUILDING FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Positive [Negative]
Cash Receipts			
Intergovernmental	\$ 450	\$ 5,400	\$ [4,950]
Use of money and property	4,530	1,800	2,730
Miscellaneous	14	-	14
Total Cash Receipts	<u>4,994</u>	<u>\$ 7,200</u>	<u>\$ [2,206]</u>
Expenditures			
Contractual	<u>3,821</u>	<u>\$ 18,662</u>	<u>\$ 14,841</u>
Total Expenditures	<u>3,821</u>	<u>\$ 18,662</u>	<u>\$ 14,841</u>
Receipts Over [Under] Expenditures	1,173		
Unencumbered Cash, Beginning	<u>8,561</u>		
Unencumbered Cash, Ending	<u>\$ 9,734</u>		

See independent auditor's report on the financial statements.

CITY OF POMONA, KANSAS

SALES TAX - STREET PROJECT FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012

Cash Receipts	
Taxes	\$ 75,559
Total Cash Receipts	<u>75,559</u>
Expenditures	
Capital outlay	<u>145,024</u>
Total Expenditures	<u>145,024</u>
Receipts Over [Under] Expenditures	[69,465]
Unencumbered Cash, Beginning	<u>89,698</u>
Unencumbered Cash, Ending	<u>\$ 20,233</u>

\* This fund is not required to be budgeted.

## CITY OF POMONA, KANSAS

ELECTRIC UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Charges to customers	\$ 806,796	\$ 850,000	\$ [43,204]
Sales tax	30,839	34,000	[3,161]
Miscellaneous	<u>23,091</u>	<u>-</u>	<u>23,091</u>
Total Cash Receipts	<u>860,726</u>	<u>\$ 884,000</u>	<u>\$ [23,274]</u>
Expenditures			
Personal services	125,142	\$ 182,000	\$ 56,858
Contractual	106,878	318,100	211,222
Commodities	491,187	512,000	20,813
Capital outlay	1,843	450,000	448,157
Debt service	11,103	10,600	[503]
Miscellaneous	<u>19,082</u>	<u>-</u>	<u>[19,082]</u>
Total Expenditures	<u>755,235</u>	<u>\$ 1,472,700</u>	<u>\$ 717,465</u>
Receipts Over [Under] Expenditures	105,491		
Unencumbered Cash, Beginning	<u>470,936</u>		
Unencumbered Cash, Ending	<u>\$ 576,427</u>		

## CITY OF POMONA, KANSAS

## WATER UTILITY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Charges to customers	\$ 176,292	\$ 176,525	\$ [233]
Miscellaneous	<u>5,618</u>	<u>-</u>	<u>5,618</u>
Total Cash Receipts	<u>181,910</u>	<u>\$ 176,525</u>	<u>\$ 5,385</u>
Expenditures			
Personal services	42,701	\$ 44,200	\$ 1,499
Contractual	40,449	45,300	4,851
Commodities	98,217	97,000	[1,217]
Capital outlay	2,627	30,000	27,373
Debt service	1,720	11,685	9,965
Miscellaneous	<u>1,460</u>	<u>-</u>	<u>[1,460]</u>
Total Expenditures	<u>187,174</u>	<u>\$ 228,185</u>	<u>\$ 41,011</u>
Receipts Over [Under] Expenditures	[5,264]		
Unencumbered Cash, Beginning	<u>47,090</u>		
Unencumbered Cash, Ending	<u>\$ 41,826</u>		

See independent auditor's report on the financial statements.



## CITY OF POMONA, KANSAS

SEWER UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Charges to customers	\$ 39,725	\$ 46,000	\$ [6,275]
Miscellaneous	<u>5,181</u>	<u>-</u>	<u>5,181</u>
Total Cash Receipts	<u>44,906</u>	<u>\$ 46,000</u>	<u>\$ [1,094]</u>
Expenditure			
Personal services	11,887	\$ 40,000	\$ 28,113
Contractual	17,915	41,500	23,585
Capital outlay	-	3,300	3,300
Debt service	-	1,705	1,705
Miscellaneous	<u>2,376</u>	<u>-</u>	<u>[2,376]</u>
Total Expenditures	<u>32,178</u>	<u>\$ 86,505</u>	<u>\$ 54,327</u>
Receipts Over [Under] Expenditures	12,728		
Unencumbered Cash, Beginning	<u>26,618</u>		
Unencumbered Cash, Ending	<u>\$ 39,346</u>		

## CITY OF POMONA, KANSAS

## SEWER RESERVE FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts			
Charges to customers	\$ 58,661	\$ 64,000	\$ [5,339]
Total Cash Receipts	<u>58,661</u>	<u>\$ 64,000</u>	<u>\$ [5,339]</u>
Expenditures			
Contractual	-	\$ 108,000	\$ 108,000
Debt service	<u>50,404</u>	<u>50,404</u>	<u>-</u>
Total Expenditures	<u>50,404</u>	<u>\$ 158,404</u>	<u>\$ 108,000</u>
Receipts Over [Under] Expenditures	8,257		
Unencumbered Cash, Beginning	<u>93,988</u>		
Unencumbered Cash, Ending	<u>\$ 102,245</u>		

See independent auditor's report on the financial statements.

## CITY OF POMONA, KANSAS

WATER CONSTRUCTION RESERVE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	<u>Actual</u>	<u>Budget</u>	Variance Over <u>[Under]</u>
Cash Receipts			
Charges to customers	\$ 48,782	\$ 55,000	\$ [6,218]
Total Cash Receipts	<u>48,782</u>	<u>\$ 55,000</u>	<u>\$ [6,218]</u>
Expenditures			
Contractual	-	\$ 72,000	\$ 72,000
Debt service	<u>48,022</u>	<u>48,000</u>	<u>[22]</u>
Total Expenditures	<u>48,022</u>	<u>\$ 120,000</u>	<u>\$ 71,978</u>
Receipts Over [Under] Expenditures	760		
Unencumbered Cash, Beginning	<u>63,583</u>		
Unencumbered Cash, Ending	<u>\$ 64,343</u>		

See independent auditor's report on the financial statements.

CITY OF POMONA, KANSAS  
ELECTRIC SAVINGS RESERVE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
Regulatory Basis  
For the Year Ended December 31, 2012

Cash Receipts	
Miscellaneous	\$ 735
Use of money and property	<u>61</u>
Total Cash Receipts	<u>796</u>
Expenditures	
Capital outlay	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over [Under] Expenditures	796
Unencumbered Cash, Beginning	<u>37,476</u>
Unencumbered Cash, Ending	<u>\$ 38,272</u>

\* This fund is not required to be budgeted.

CITY OF POMONA, KANSAS  
WATER SAVINGS RESERVE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
Regulatory Basis  
For the Year Ended December 31, 2012

Cash Receipts	
Interest income	\$ 77
Total Cash Receipts	<u>77</u>
Expenditures	
Water expenses	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over [Under] Expenditures	77
Unencumbered Cash, Beginning	<u>47,445</u>
Unencumbered Cash, Ending	<u>\$ 47,522</u>

\* This fund is not required to be budgeted.

## CITY OF POMONA, KANSAS

SEWER SAVINGS RESERVE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012

Cash Receipts	
Interest income	\$ 43
Total Cash Receipts	<u>43</u>
Expenditures	
Sewer	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over [Under] Expenditures	43
Unencumbered Cash, Beginning	<u>24,939</u>
Unencumbered Cash, Ending	<u>\$ 24,982</u>

\* This fund is not required to be budgeted.

CITY OF POMONA, KANSAS  
 AGENCY FUNDS  
 SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
 Regulatory Basis  
 For the year ended December 31, 2012

	Balance December 31, <u>2011</u>	<u>Receipts</u>	<u>Expenditures</u>	Balance December 31, <u>2012</u>
CDBG Rehabilitation Grant	\$ 107	\$ -	\$ -	\$ 107
Pomona Fire Department Scholarship	<u>-</u>	<u>1,602</u>	<u>-</u>	<u>1,602</u>
Total	<u>\$ 107</u>	<u>\$ 1,602</u>	<u>\$ -</u>	<u>\$ 1,709</u>

